

The WDEQ Permitting Process

Regulatory Framework (Underground & Surface)
Types of WDEQ Licenses & Permits
WDEQ License & Permit Contents & Processing

PRI - Smith Ranch, Wellfield 4 Pilot Holes, 12/98, Quarterly Inspection.



Regulatory Framework (Underground)

<u>Federal</u>

EPA - Safe Drinking Water Act

- Underground Injection Control Program
- Code of Federal Regulations
- ♦ EPA Delegation of Primacy to WDEQ

NRC - Atomic Energy Act

NUREG 1569 Guidance Document

State

WDEQ

- Wyoming Environmental Quality Act (WEQA)
- Associated NonCoal Rules
- WQD Memorandum of Understanding with LQD
- Policies & Guidance Documents

Regulatory Framework (Underground)

EPA - Safe Drinking Water Act (SDWA, 1974)

- 1974 Underground Injection Control (UIC) Program established as part of SDWA.
- 1980 1st UIC Regulations
 Class III wells wells associated with solution mining.
- 1983 EPA Delegation of Primacy to WDEQ.

NRC - Atomic Energy Act (1954)

- NRC has a process similar to EPA 'primacy', through which a State is deemed an 'Agreement State'. However, Wyoming has never sought to be an Agreement State for a variety of technical, regulatory, and monetary reasons.
- ♦ Prior to 2000, NRC exercised jurisdiction over surface activities only (e.g., ore processing through ion exchange). However, in 2000, NRC decided that NRC jurisdiction extends to the subsurface activities in the wellfields. (SECY-99-0013).
- ◆ In 2003, to help reduce or avoid dual regulation from the 2000 decision, NRC approved work on MOUs with the non-Agreement States Wyoming, Nebraska, & New Mexico (SECY-03-0186). However, NRC expressed concern that, compared to NUREG 1569, Wyoming approach was too lenient because only required return to 'class of use' not baseline.
- ♦ In 2006, NRC has apparently decided to proceed with rule-making on restoration standards, but continue work on the MOUs (COMJSM-06-0001).

Wyoming Environmental Quality Act

- Created in 1973, specific in situ mining provisions (similar to current provisions) added in 1979.
- ♦ Associated WDEQ rules promulgated in 1980. Few changes until 2005.
- ◆ LQD Guidelines 4, 6, & 8 also developed in 1980s. Periodically updated.

WQD/LQD Memorandum of Agreement

- ♦ Developed in 1996 to identify the "respective responsibilities of the divisions regarding the permitting and enforcement actions relation to mining operations."
- ◆ LQD responsible for in situ mining permits.
- ◆ Groundwater classification responsibilities *remain* with WQD for consistency among all users.

Regulatory Framework (Surface)

Soils & Vegetation - WDEQ

Archeology & Paleontology - WDEQ & SHPO

Wildlife - WDEQ, USFWS, & WGF

Surface Water & Erosion Control - WDEQ, SEO

Ground Water - NRC, EPA, WDEQ, SEO

Ore Processing - NRC

Waste Disposal - NRC & WDEQ

PRI - Highlands, Sage Hens in H Wellfield, 7/00, Annual Inspection.



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PRI - Highlands, Header Houses in H Wellfield, 6/99, Quarterly Inspection.

Types of WDEQ Licenses & Permits

'De Minimus'

Letters of Authorization (LOA). Example: recreational gold dredging.

Exploration

Drilling Notification (DN). Example: uranium exploration.

License to Explore by Dozing (LE). Example: Dimension stone.

Research & Development License (RD).

Small-Scale

Ten-Acre Exemption (ET). Example: Sand & gravel pit for specific job.

Small Mine Permit. Example: Sand & gravel pit for multiple jobs.

Large-Scale

Regular Mine Permit. Example: in situ uranium mine.

Operator

License to Operate - may be more than one licensee per permit.

Types of WDEQ Licenses & Permits

Forms available on-line:

http://deq.state.wy.us/lqd/noncoalpermitting.asp

But cannot be submitted on-line (yet).

Guidelines, rules, and statutues also available on-line.



Types of WDEQ Licenses & Permits

Contact information:

District Offices

Cheyenne - Steve Ingle

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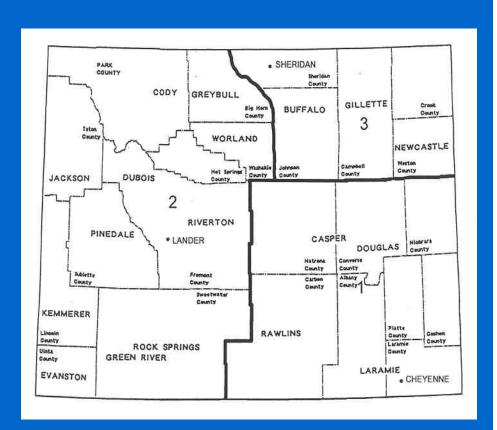
(307) 673-9337, mtaylo@state.wy.us

Technical Support Group

Cheyenne - Roberta Hoy (307) 777-7756, rhoy@state.wy.us

Reclamation Bond Filing

Cheyenne - Deanna Hill (307) 777-7756, dhill@state.wy.us



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PRI - Smith Ranch, Drilling activity in Wellfield 3, 12/98, Quarterly Inspection.



WDEQ License & Permit Contents

Drilling Notification Initial Licensing Operational Reporting **Confidentiality** Regular Mine Permit Initial Permitting Wellfield Packages **Operational Reporting** Restoration Packages **Bond Release Packages**



CCUCG, Purging well prior to sampling, 3/99, Monthly Inspection

Drilling Notification Requirements

Initial Licensing - NonCoal Rules Chapter 8

- ✓ Permit Form Form 9DN (basic information, reclamation bond calculation, & signature)
- ✓ Reclamation Performance Bond Form 2OTH1 or 2SF1 (specific form depends on whether sites on public or private land)

Operational Reporting

- ✓ Can be 'rolled over' provided locations & bonds OK.
- ✓ Abandonment Report

Confidentiality

Existence of a DN is not confidential, but contents are.

Initial Permitting

Adjudication File (Guideline 6 for permit organization)

✓ Permit Form

(Form 1-UIC - basic information, references, signature, & permit conditions)

- ✓ Surface & Mineral Ownership & Permission (Appendices A&B, Form 8)
- ✓ Location (Appendix E Map)
- ✓ Proof of Insurance
- ✓ Reclamation Performance Bond (Form 2OTH1 or 2SF1)



Initial Permitting Requirements (cont'd)

Baseline (1 page to 1 volume each - Appendices D1-D11)

- ✓ Land Use (present & historic)
- Archeology & Paleontology
- ✓ Climatology
- ✓ Topography, Geology, & Overburden
- Hydrology & Water Rights Guidelines 4 & 8
- ✓ Soils
- ✓ Vegetation
- ✓ Wildlife
- ✓ Wetlands
- ✓ Radiological Survey





Initial Permitting Requirements (cont'd) Mine Plan

✓ Mining Sequence

Can be revised

Must be tied to Restoration Sequence

Mining Fluids (lixiviant)

Effective in mining & restoration in WY to date - carbonated water Not effective - sulfuric acid, ammonia

✓ Wellfield Balance (key to efficient mining)

Bleed Rate (1%-5%)

Problem Areas (e.g., leaky overlying aquitard)

Initial Permitting Requirements (cont'd)

Mine Plan (cont'd)

- ✓ Water BalancePlant capacity for production AND contemporaneous restoration
- ✓ Waste Disposal
 Deep injection, evaporation, discharge (if meet water quality criteria)
 May become *problematic* as disposal sites close

Initial Permitting Requirements (cont'd)

Reclamation Plan

- ✓ Well abandonment
- ✓ Facilities demolition (some debris to licensed disposal facility)
- ✓ Surface reclamation (contouring, seeding) & monitoring
- ✓ Ground water restoration & monitoring (w/ time frame)
- ✓ Bond estimate
 Details & Cost to State

Cogema - Christensen Ranch, 6/00, Quarterly Inspection, Pond Reclamation



Initial Permitting Requirements (cont'd)

Review Process - Components

- ✓ Assignment of TFN (Temporary Filing Number)
- ✓ Completeness Review
- ✓ Technical Review
- ✓ Public Notice (including aquifer exemption & Class V)
- ✓ Appeal Process
- ✓ Permit Approval

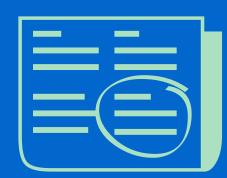


Initial Permitting Requirements (cont'd)

Review Process -

EPA Aquifer Exemption & WQD Class of Use

- ✓ Need for & size of depend on baseline water quality exemption area needs to be representative of ore distribution, reflective of mining technology, and protective of ground water resources. May vary from region to region.
- ✓ Applicable exemption criteria in Wyoming is usually "commercially producible".
- ✓ Township, Range, ¼ ¼ Section, Lot & Block, or Metes & Bounds something definitive.
- ✓ May be difficult to change.
- ✓ Watch for existing uses.



Initial Permitting Requirements (cont'd)

Review Process - How long does it take?

Knowns

✓ Statutory Time Frames

Unknowns

- Quality of Submittal
- Quickness of Operator Response
- ✓ Workload
- ✓ Protests



Wellfield Packages

Well Locations

- ✓ Production/Injection Well Patterns
- ✓ Monitor Well Ring
- ✓ Production Zone Monitor Wells
- ✓ Over and Underlying Monitor Wells

Aquifer Testing

- ✓ Hydraulic Parameters of Production Zone
- ✓ Continuity of Over and Underlying Confining Units

Water Quality Sampling

- ✓ Baseline / Class of Use (WQD)/ Update Aquifer Exemption
- ✓ Based on Average in Production Zone, Individual in Ring

Calculation of Upper Control Limits

Wellfield Packages (cont'd)

Other facilities that could impact ground water flow and, therefore, production and injection. Many such facilities are associated with previous mining activities, such as:

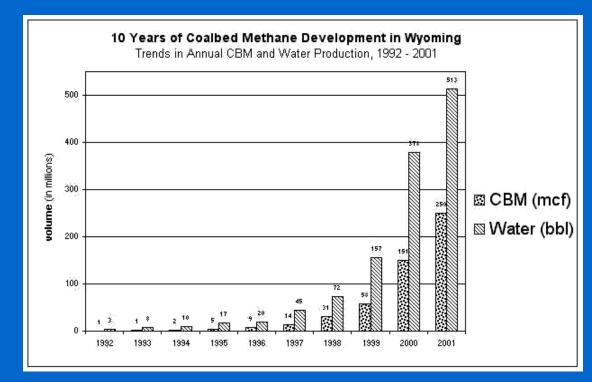
- ✓ uranium mill tailings disposal areas;
- ✓ underground mines, and
- ✓ open pit reservoirs...

Exxon Highlands, 1990, Aerial photograph of Highlands Reservoir, PRI facilities on right



Wellfield Packages (cont'd)

... and new facilities that are being built (e.g. water withdrawal wells & pipelines for coal bed methane production & transmission).



Note: 1 barrel of water = 42 gallons; 500,000,000 barrels of water = 21,000,000,000 gallons of water.

Operational Reporting Requirements

Quarterly Mechanical Integrity Test Results

Annual Report

✓ Monitoring data (hydrology, vegetation, ...)

Revisions and Amendments

Spill Reporting

- ✓ Verbal w/i 24 hours
- ✓ Written w/i 5 days

Excursion Reporting

- ✓ Verbal w/i 24 hours
- ✓ Written w/i 5 days
- ✓ Control w/i 60 days

PRI - Highlands, Mechanical Integrity Testing, 11/99, Quarterly Inspection.



Restoration Packages

- ✓ Not very many submitted to date! Schedule changes due to the price increase, better recovery %, & similar factors can be handled through revisions. Unexplained schedule delays, such as increased production at the expense of restoration efforts, may result in enforcement action.
- ✓ We've all learned something with each one.
- ✓ Protection of ground water for present & *future* use is key.
- ✓ Most issues from old wellfields can be avoided in the future with improved baseline and operating information, otherwise permitting new wellfields becomes problematic.

Bond Release Packages

- ✓ None submitted yet for regular in situ mines.
- ✓ Facilities disposal (problematic?), revegetation success,

